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"ALL THE NEWS ALL THE TIME"

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No New Tax Legislation Declares President

CRUISER RACE IS TO START FRIDAY, JUNEAU-OLYMPIA

OLYMPIA, July 7.—(AP)—The capital-to-capital cruiser race, Olympia to Juneau, will begin tomorrow afternoon, with 10 vessels scheduled to compete over the entire distance and 100 over the first leg, which ends at Nanaimo, B. C. Prince Rupert, B. C., is the other pivot point in the three-leg race.

Ray Hart, Jr., of Bremerton, president of the International Power Boat Association and a competitor in the race, will carry greetings from Governor Langlie to Gov. Ernest Gruening of Alaska. This will be the 18th annual running of the international cruiser race.

BRITAIN WANTS MORE AMERICAN DOLLARS, REPORT

(By The Associated Press)

Conservative newspapers in Britain today called on the Labor government to cut government spending drastically to ease the nation's financial strain. Other newspapers said Britain could not pull herself up by her own boot straps and needed more aid from the United States Treasury.

The nation was told yesterday by economics boss Sir Stafford Cripps that the national till is dangerously low in dollars and buying American goods must be curbed even more drastically.

U. S. Secretary of the Treasury John W. Snyder is expected to confer with Cripps tomorrow on Britain's monetary crisis.

Conservative newspapers said that Britain could not afford the Labor government's "welfare state" policy.

Washington reacted cooly to the unofficial British bid for more financial help. Members of Congress expressed sympathy over the British money crisis but many lawmakers said Britain would have to solve its own problems. They expected Marshall Plan aid for Britain would be about $920,000,000 this year and that would be the extent of American assistance.

Senator Taft of Ohio said: "The British have a planned economy and it just hasn't worked."

Senator McCarran (D-Nev) said: "I don't think they will get anywhere until they change their Socialist government."

Cordova Times to Appear as Weekly; Martin Is Editor

CORDOVA, July 7.—(AP)—The Cordova Times, which suspended several weeks ago with the illness of publisher Ernest Pettijohn, resumes publication this week as a weekly under Clarence Martin, editor and publisher.

Martin is a former Seattle and Los Angeles newspaperman and a veteran of both world wars. He was a staff officer in the marine landing at Guadalcanal and other South Pacific conflicts in World War II.

The Washington Merry-Go-Round

By DREW PEARSON

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WASHINGTON— Latest gadget the American Medical Association lobby is using in the pressure campaign against Federal Health Insurance is a post card, distributed from doctors' offices, which threatens vote retaliations against members of Congress who support the health program.

The card reads: "As for myself and family, which consist of —— votes, we are unalterably opposed to compulsory health insurance or any other legislation which tends to regiment our population and socialize our government."

The sender fills in the blank with the number of votes in his family. Senator Claude Pepper of Florida, a leading sponsor of health insurance, reports he has received hundreds of the sterotyped cards. Some

(Continued on Page Four)

Case of Hiss Goes to Jury

NEW YORK, July 7.—(AP)— The Alger Hiss perjury case went to the jury today.

The ten men and two women began deliberating the fate of the 44-year-old former State Department official after a 57-minute charge by Federal Judge Samuel H. Kaufman.

Hiss is charged with lying when he denied to a grand jury that he ever delivered secret government papers to Whittaker Chambers, self-described ex-courier for a prewar Soviet spy ring, or saw Chambers after January 1, 1937.

Kaufman told the jury it must acquit Hiss if it did not believe Chambers' story "beyond a reasonable doubt."

Alaska District Courts Benefit, House Measure

WASHINGTON, July 7—(AP)—The House approved today legislation to make effective in Alaska rules promulgated by the Supreme Court governing pleading, practicing and procedure in District Courts of the United States. The bill goes back to the Senate for concurrence in House amendments.

TRUMAN MAY NOT INTERFERE NOW, HAWAIIAN STRIKE

WASHINGTON, July 7—(AP)—President Truman says he does not know whether he wants special legislative authority to intervene in the Hawaiian dock strike.

He told a news conference there is no move that he can make under present law to bring the paralyzing strike to an end.

He said the President has inherent powers to deal with strikes effecting the national welfare, but that in the case of the Hawaiian strike, this power does not exist.

A reporter informed the President that Senator Knowland (R-Calif) is offering legislation giving him authority to intervene in the Hawaiian case.

Mr. Truman said it is a local matter and he does not know whether he wants such authority.

TESTIMONY STARTS TOKYO ROSE' CASE

SAN FRANCISCO, July 7.—(AP)—A futile effort by the defense to have the testimony of an ex-G.I. thrown out opened proceedings today in the treason trial of Mrs. Iva Toguri (Tokyo Rose) D'Aquino.

Defense Attorney Wayne Collins recalled the government witness, former army corporal J. Richard Eisenhart of Rochester, N. Y., for more cross-examination. After questioning him about a souvenir one-yen note which the woman had autographed with her true name and "Tokyo Rose," Collins demanded that Eisenhart's testimony be stricken as inadmissable because the autograph had been obtained while Iva was a U. S. prisoner and when she had not been advised that anything she said or signed might be used against her.

Eisenhart said he had merely asked the woman for her autograph and that she had signed it without protest, signing "Tokyo Rose" right below her own name.

Federal Judge Michael J. Roche allowed the testimony to stand.

House Puts Okeh On ARR Measure

WASHINGTON, July 7—(AP)—Legislation to consolidate retirement provisions for Alaska Railroad employees and for Federal workers in the Panama Canal Zone with the Civil Service Retirement Act was approved today by the House. It now goes back to the Senate for agreement with amendments.

Ohio is known as the "Buckeye State."

ALASKA WELFARE WORKERS INJURED IN PLANE CRASH

EDMONTON, Alta., July 7—(AP)—Three persons were injured, two critically, when their light plane crashed during a violent thunderstorm near Wildwood, 70 miles west of here yesterday.

The three were: Pilot Taiho Aho, well known northern bush pilot, and Nancy and Ruth Cameron, Anchorage, Alaska, passengers. The pilot and one of the women were reported seriously hurt. They were taken to the hospital at Edson, 135 miles west of here. The Camerons were employees of the Department of Welfare at Anchorage.

The plane, a single-engined Stimson, was bound from Fort St. John for Edmonton. The three were flying from Anchorage to Seattle.

EDMONTON, Alta., July 7.—(AP)—Taiho Aho, bush pilot, was still unconscious today after the crash of a light aircraft near Wildwood, 70 miles west of here. He suffered head and internal injuries.

His two passengers, Ruth and Nancy Cameron of Anchorage, Alaska, also injured in the crash, were reported "improving steadily" today. They suffered limb fractures and lacerations.

The plane ran out of fuel on an intended flight from Fort St. John to Edmonton.

Charles Soucy of Wildwood, rescued Aho and Nancy Cameron, who were unconscious and strapped in the plane.

Ruth Cameron was tossed clear. She directed Soucy to help the others.

The plane, a light Stinson, was owned by Pat Collins of Talkeetna.

The Cameron sisters, mentioned in the above dispatch, are well-known in Juneau, having been here for some time before being assigned to Anchorage. They were going out on vacation.

AXE SLAYER JAKE BIRD SCHEDULED TO HANG JULY 15

OLYMPIA, Wash., July 7. (AP) The state supreme court ruled in effect today that axe slayer Jake Bird should hang as scheduled July 15.

The high court entered an order denying Bird's latest petition—for a writ of habeas corpus.

The writ, if granted, would have given the 46-year-old Negro another hearing in the state supreme court.

The petition for the writ was the latest in a long series of legal manuevers by Bird to escape the gallows for the slaying of Mrs. Bertha Kludt in Tacoma two years ago. Three previous execution dates have been wiped out by legal delays.

Bird is being held in the death row of Walla Walla state prison awaiting his scheduled hanging shortly after midnight July 15.

WEATHER REPORT

(U. S. WEATHER BUREAU

(This data is for 24-hour period ending 6:30 a.m. PST.)

In Juneau— Maximum, 55; minimum, 49.

At Airport— Maximum, 56; minimum, 46.

FORECAST

(Juneau and Vicinity)

Mostly cloudy tonight and Friday. Lowest temperature tonight near 50 degrees. Highest Friday around 60.

PRECIPITATION

(Past 24 hours ending 7:30 a.m. today

In Juneau — .03 inches; since July 1, .43 inches.

At the Airport — Trace; since July 1, .10 inches.

STOCK QUOTATIONS

NEW YORK, July 7.—(AP)—Closing quotation of Alaska Juneau mine stock today is 3¼, American Can 91¾, Anaconda 27⅞, Curtiss-Wright 8¾, International Harvester 27⅞, Kennecott 45½, New York Central 9⅝, Northern Pacific 13, U. S. Steel 21¾, Pound $4.03⅛.

Sales today were 890,000 shares.

Averages today are as follows: industrials 171.01, rails 43.42, utilities 34.95.

Steel Strike Threat

PITTSBURGH, July 7.—(AP)—The nation today faced the threat of its first major steel strike since 1946.

U. S. Steel Corp., bellwether of the industry, yesterday said "no" to demands of the CIO-United Steelworkers for a fourth round wage increase and for company financed pension and insurance programs.

The union immediately called a July 13 meeting of its wage policy committee to consider a possible strike July 16.

Contract negotiations between the steel union and the nation's No. 1 steel producer were recessed indefinitely. The talks had just resumed after a two-week recess.

Philip Murray, president of the CIO and the steelworkers, told a press conference:

"They (the steel corp.) merely say no to the union and they say so with an air of complete finality . . . The conferences are deadlocked. There is no hope as I see it at present of a mutually satisfactory agreement being arrived at on any of the issues."

The steel corporations turned down the wage increase. It told the union its refusal to discuss pensions could be arbitrated and that any insurance program would have to be paid for equally by union and company.

The present contract has almost a year to run, but it was reopened this summer on "rates of pay" and insurance. The contract permits a strike if no agreement is reached by July 16.

"Glacier Priest" Is Coming North Again

SEATTLE, July 7.—(AP)—The Communist seizure of North China has made Alaska's strategic position more important than ever, the Rev. Bernard Hubbard, the "Glacier Priest," said today.

Hubbard, an acting chaplain for the Armed Forces, stopped here on his way north to his favorite stomping grounds.

He will leave for Ketchikan tomorrow on the Coast Guard cutter Citrus and the Alaska Air Command will fly him to its far-flung bases. He has 10,000 feet of color film for movie-making in his spare time.

The 60-year-old globe-trotting priest said he hoped he could take one of the Air Force's weather flights over the North Pole. He will return south in mid-September.

POLICE GIVE CANDY FOR GOOD BEHAVIOR

Half the kids in town turned up at the Police Department at 2 p.m. today to swear on their honor that they hadn't shot off a firecracker during the Fourth of July weekend.

For their pains and honesty, Police Chief Bernard Hulk, handed out candy to each and every kid who could truthfully swear that he obeyed the city ordinance forbidding the shooting of fireworks within the city limits.

By 3 p.m. the $10 candy supply was running low, but so was the supply of children. The police chief estimated everything would come out about even, with the kids and the police department having a whale of a time.

AKERVICKS RETURN FROM TWO-MONTH VACATION TRIP

Returning yesterday by PAA from a two-month vacation on the West Coast were Mr. and Mrs. Robert Akervick and two children. The family visited in Seattle and Portland and spent two weeks at a resort on Orcas Island in the San Juans.

Mr. Akervick, who is Union Oil Co. representative here, also spent two weeks attending a refinery school at Olium, Calif.

ACCA DIRECTORS TO MEET

The Board of Directors of the Alaska Crippled Childrens Association will meet tomorrow noon at the Baranof.

ACTION SOON ON $15 MILLION FOR ALASKA HOUSING

Governor Speaks to Chamber on Territorial Legislation in Congress

Action on Alaska's $15,000,000 housing appropriation may be forthcoming from Congress next week, Gov. Ernest Gruening said this noon, appearing before the Chamber of Commerce meeting at the Baranof.

Information on the possibilities for action on the housing funds came from Delegate E. L. Bartlett in an early morning telephone conference, the Governor said.

Gruening had no comments on the state of the Territory this noon, confining his remarks to Alaskan legislation in the Congressional hopper in Washington.

In his second public appearance since his reappointment as Governor of Alaska and his recent return from Washington, D.C., he told the Chamber that Alaskan legislation has suffered the fate of practically all legislation in the slow-moving 81st Congress.

Only Alaskan legislation to have passed is the Alaska Housing Authority bill, but, the Governor added, until the $15,000,000 accompanying appropriation has been passed, the action cannot be termed significant.

TELL PLANS FOR COLLEGE

Gruening shared the speakers table with two representatives of the Methodist Church who are in Alaska investigating a site for establishment of a liberal arts college in Alaska.

The Rev. P. Gordon Gould, director of Methodist work in Alaska, introduced his colleague, Dr. John O. Gross, executive secretary, Methodist Board of Education from Nashville, Tenn. The two church men will leave Saturday for Fairbanks and go to Anchorage for further study of a suitable location for situating their planned educational institution. Present plans call for a college adequate to handle between 150 and 200 students, Dr. Gross said.

ON STATEHOOD BILL

On the vital issue of statehood for Alaska, Gov. Gruening told the Chamber members that the statehood bill still rested in the Rules Committee files. Congress is split on support for both Hawaii and Alaska statehood, a factor which may effect possible passage of the measure, the Governor said. Some are opposed to statehood for Hawaii while favoring Alaskan statehood, and vice versa, a situation which might forestall immediate action. The Governor indicated he had little way of knowing what the 81st Congress will eventually do on the measure.

PUBLIC WORKS

The Community Facilities Bill which would provide means for the Territory and municipalities to obtain Federal aid for public works on a matching basis has received favorable attention in the Senate, Governor Gruening said, adding that he believed the committee would report out the bill favorably.

ON FOREST ROADS

Particularly disappointing, the Governor said, was the rejection by Congress of a request for money for roads in Southeast Alaska's forest areas.

Gov. Gruening described as "unjust" the situation which restricts road building in the Southeast Alaska while extensive road building projects progress in the Westward and Interior.

He was impressed, he said, with the particular handicap which Territories suffer in attempting to obtain adequate representation in Congress.

"Territories, with their limited representation, cannot measure up to the power of the states and suffer thereby," he said.

The Governor said he did not expect that Congress would adjourn much before the end of August at their present slow tempo of progress.

John Ashbaugh, program chairman, introduced the speakers of the day.

Officers from aboard the Navy Cruiser USS Pasadena were among guests at the Chamber luncheon including Capt. J. R. Pahl, commanding officer; Cmdr. R. O. Beer, executive officer; Lt. Cmdr. F. D. Libbetts, chaplain; Lt. Harry R. Brost and Chaplain J. D. Harden.

Other guests at the meeting were Henry F Wolff of Anchorage, William D. Burk of Anchorage, A. P. Dean, chief, division of engineering, Forest Service, Fred Hanford of Wrangell, Dr. J. W. Gibson and Spike Carlson of Portland, Ore.

Alaska School Adopted By Seattle Elks Lodge

SEATTLE, July 7.—(AP)— Lodge members of Seattle's Benevolent Protective Order of Elks No. 92 read an editorial in Wednesday's Post-Intelligencer and their hearts responded.

The lodge, at its meeting Wednesday night, voted to "adopt" the Territorial school of Ninilchik, Alaska.

"We really are going to take care of those kids!" exclaimed Wilbur Dennis, Exalted Ruler of the Elks, after the meeting.

Roman Malach, the Territorial school's teacher, had written to the Post-Intelligencer, pointed out that his school and those of many other small Alaskan communities are in "crying need." They are without athletic equipment, have no toys for the primary grades, there is not enough proper food, little health protection and no medical or dental care, the letter reported.

The Post-Intelligencer editorial suggested that some Seattle organization "adopt" the school because thec hildren there 'are actually in just as dire need as many youngsters in the war-devastated areas of Europe. The suggestion appealed to the Elks' hearts.

Lodge No. 92 will stock the school's library, send films, toys, games and clothing, Exalted Ruler Dennis said.

NO TRACE FOUND, MISSING PLANE, INTERIOR ALASKA

Fairbanks, July 7.—(AP)— By air and ground, searchers continued today to probe the area north of here for a light plane missing since Saturday with three aboard—Bill Currington, the pilot, and Dr. and Mrs. Mel Cook. Dr. Cook is identified as a professor at the University of Louisiana.

Ladd Air Force base ground-rescue parties yesterday joined the round-the-clock search which already has covered 38,000 square miles bounded by Fairbanks, Nenana, Wiseman and the Canadian border.

The plane was enroute here from Fort Yukon, some 150 air miles to the north.

North Star to Be Given Trial Trip, Then Load Freight

SEATTLE, July 7.—(AP)— With government and shipyard officials aboard, the motor vessel North Star, which will replace the wooden vessel of that name in the Alaska Native Service, will be given her trial voyage on Puget Sound tomorrow.

After a cruise on the Sound, the North Star will load a 4,000-ton cargo for Point Barrow and way points. The vessel is the former freighter Coastal Rider, which was operated by the Santa Ana Steamship Company.

To prepare the vessel for service in the Arctic, the stem was reinforced and the entire bow strengthened by using a double thickness of steel plates. Frames also were strengthened.

NEWS RECEIVED OF MRS. KOBY'S DEATH IN TILLAMOOK, ORE.

The family's many friends in Juneau and Southeast Alaska will be shocked to learn of the news received in a telegram by Jack Koby.

It said that Mrs. Koby had passed away Tuesday in Tillamook, Ore.

Koby, who has been fishing out of Pelican, left Juneau on today's southbound flight.

The Kobys' elder daughter, Betty, was with her mother. Two other children—Jackie, who has been fishing with his father, and Mary—are at Pelican. Koby plans to bring Betty back with him.

The family lived in Juneau for a number of years. Koby has been a noted guide, prospector and miner, as well as fisherman.

NEW FISCAL AGENT OF FOREST SERVICE HERE WITH FAMILY

Spending every spare moment looking for a place to live are Mr. and Mrs. F. Harold Huff, who arrived on the Aleutian accompanied by their 6-year-old son, Jimmie.

Huff is the new Regional Fiscal Agent for the U. S. Forest Service, coming from the Denver office, where he was Deputy Regional Agent.

He succeeds L. E. Iversen, who recently was transferred to Missoula, Montana.

The Huffs, who are in Alaska for the first time, are staying at the home of Harry Sperling until they find quarters.

The American flag should not be displayed on days when the weather is inclement.

WRECKAGE, LOST FISHING CRAFT, SOLVES MYSTERY

ASTORIA, Ore., July 7.—(AP)— Wreckage of the fishing boat Zarembo III has been dragged from the ocean offshore here to end a two-year mystery surrounding the craft and its crew of six.

Dragboat Skipper Vincent Zankwich reported plates found in his nets were identified by the Tacoma builder of the Zarembo III as from that vessel. The craft vanished in a storm off the Oregon coast late in September, 1947. It was owned and operated by Howard Brondson, Seattle.

Zankwich said his nets were down in 100 fathoms of water, 25 miles southwest of the Columbia River lightship when he snagged the wreckage.

SALMON SEASON OPENS, COLUMBIA

ASTORIA, Ore., July 7.—(AP)— The summer commercial salmon season operations are under way in the lower Columbia—but fish are scarce and about half the fleet is idle.

Gillnetters waited yesterday until nightfall to spread their nets, although the season opened at noon.

Prices are still unsettled. Packers offered 20 cents from the opening day until August 1; 18 cents to August 10; 15 cents for the rest of the season. But negotiations are underway for higher prices, a union spokesman said.

The poor spring season, caused by high water and a small run, heightened anxiety of the fishermen over prospects of a repeat performance this summer of last year's light catch.

Prisoners in Jail At Fairbanks Saw Bars, Make Escape

FAIRBANKS, July 7.—(AP)— Police are searching today for Morris Albert, 20; Philip Pitmetwlek, James Pitka and Gustav Enstrum, who escaped from the city jail by sawing out the bars.

Police Chief Dewey Orrell said Albert served a term at the McNeil Island, Wash., federal penitentiary.

SCHOOL BOARD NOT ABANDONED LOOK FOR SITE, NEW QUARTERS

The Independent School Board has not abandoned looking for a new site for school accommodations, neither abandoned the prospect of building on present school property.

ECONOMIC SITUATION IS BULLISH

President Truman Gives His View on Many Important Issues

By D. HAROLD OLIVER

WASHINGTON, July 7—(AP)—President Truman described the domestic economic situation today as bullish. He promised a full statement of conditions in his mid-year economic report to Congress this first of next week.

The President also indicated at a news conference that he may now be resigned to the idea that Congress will not pass his proposed $4,000,000,000 tax increase this session.

Informed that Rep. John McCormick of Massachusetts, the Democratic House Leader, had expressed the opinion last night that Congress will not pass such a bill this year, Mr. Truman said John ought to know for the simple reason that tax legislation originates in the House.

The President said he favors efforts in the House now to pass a labor bill substituting for the Taft measure approved by the Senate. But he said the decision has been left up to House Democratic leaders. Labor leaders have advocated leaving the Taft-Hartley Act alone for the rest of this year so that it can figure in the 1950 elections.

ON ECONOMICS

On economics, the President was asked if he is bullish or bearish in the present situation. He replied he is bullish and mentioned the stock market's movements in the last few days to bear him out.

Mr. Truman said the British financial crisis will not be covered in his message to Congress next week—the report will deal only with the United States. He would not comment on the British situation, saying it is being discussed in Paris and London.

The economic message, he added, will give his views on the anti-deflation proposal of Senator Murray (D-Mont), which recommends among other things a $15,000,000,000 standby public works program.

He said it also will answer the question whether he believes deflationary forces now outweigh inflationary forces.

The President, commenting on the suggestion of Senator Vandenberg (R-Mich), that he lead a new crusade for peace, said he has been doing just that ever since he took office in April, 1945, and will continue to do so.

WORLD DISARMAMENT

He said world disarmament is a matter now before the United Nations and, until an atomic bomb control plan is agreed to, disarmament talk must be delayed.

Does this mean that the world is not heading toward peace? No, Mr. Truman replied. He said it is moving slowly and gradually toward this goal and he expressed confidence we will gradually get it.

He brushed aside fears expressed by Rep. Vinson (D-Ga) that the Senate-approved bill to tighten the presesnt Armed Services Unification Act may lead to a defense dictator. He described such views as perfectly absurd.

As long as the constitution makes the President Commander-in-Chief, he said, he does not think anyone else can take over the Armed Forces' leadership.

STEAMER MOVEMENTS

Princess Kathleen from Vancouver scheduled to arrive Saturday afternoon.

Prince George scheduled to sail from Vancouver 8 p. m. Friday.

Baranof scheduled to sail from Seattle Saturday.

Princess Norah scheduled to sail from Vancouver Saturday.

Princess Louise scheduled to arrive 7 a.m. Friday and sails southbound one hour later at 8 a.m.

Aleutian scheduled southbound Sunday afternoon.

COUNCIL MEETING

A special meeting of the City Council is called by Mayor Waino Hendrickson for 8 o'clock tonight to discuss city finances.